

00957

1988/07/08

PRIORITY - GENSER MESSAGE - 6776 CHARS - AMHS MSG NBR: 348-01157
REFERENCE FROM COMIPAC HONOLULU HI SSN 0 AT 08 0313Z JUL88

BT

SECTION 01 OF 03

SUBJ: IPAC DAILY INTELLIGENCE SUMMARY 130-88 (U)
(DIPS REC. I.D. PN 001) (U)

(U) INDIVIDUAL ITEMS MAY BE FURTHER DISSEMINATED TO U'S. INTEL-
LIGENCE USERS BASED ON CLASSIFICATION AND NEED TO KNOW' REQUESTS TO
RELEASE/DISCLOSE ANY INFORMATION CONTAINED IN THIS SUMMARY TO A
FOREIGN GOVERNMENT SHOULD BE FORWARDED TO COMIPAC FOR APPROVAL IN
ACCORDANCE WITH CURRENT NATIONAL DISCLOSURE POLICY.

(U) FORWARD WITHOUT SERVICE. INFORMATION PERISHABLE'

(U) THE SECURE TELEPHONE NUMBER FOR IPAC ANALYSTS IS 6223,
UNLESS OTHERWISE INDICATED.

- /--/--IN-AREA--/--/
- (1) (S/NF/WN)
 - (2) (C)
 - (3) (U)
 - (4) (S/NF)
 - (5) (C)
 - (6) (C/NF)
 - (7) (C/NF)
 - (8) (C)
 - (9) (S)
 - (10) (C) CHINA
 - (11) (C) GERMANY
 - (12) (S/NF) GERMANY
 - (13) (C/NF)
 - (14) (U)
 - (15) (C/NF)
 - (16) (S/WN)
 - (17) (C)
 - (18) (S)

- /--/--OUT-OF-AREA--/--/
- (19) (S/NF/WN)
 - (20) (S/NF/WN)

I. (U) IN-AREA:

- (1) (S/NF/WN)

- (2) (C)

(A) THE CHINESE NAVY REPORTEDLY CONDUCTED ITS FIRST EXERCISE UNDER SIMULATED NUCLEAR WAR CONDITIONS IN JUNE. THE SCENARIO INVOLVED AN UNIDENTIFIED NAVAL BASE AND EAST SEA FLEET UNITS DEFENDING AGAINST SUDDEN NUCLEAR ATTACK.

(12) (x) CHINA

PRINCIPLES WHICH ALLEGEDLY FORM THE BASIS OF PRC ARMS SALES POLICY. THREE
THEY ARE: ARMS SHOULD IMPROVE THE NORMAL SELF-DEFENSE CAPABILITY OF
THE RECIPIENT COUNTRY; THEY SHOULD BE CONDUCTIVE TO PEACE, STABILITY,
AND SECURITY OF THE CONCERNED REGION; AND THE ARMS SHOULD NOT
INTERFERE IN THE INTERNAL AFFAIRS OF THE PURCHASING NATION.

(U//~~CONF~~) THE ANNOUNCEMENT OF PRINCIPLES WAS PROBABLY INTENDED MORE FOR PROPAGANDA THAN FOR POLICY. BEIJING WILL USE THE PRINCIPLES AS A MEANS OF DENYING COVERT SALES AND JUSTIFYING OVERT SALES. ARMS SALES WILL LIKELY CONTINUE UNCHANGED.

(14) (C/NF)

(15) (U)